

March 15, 2010

Dear Homeowner:

Many of you have asked a lot of questions regarding Centex's four-point strategy that we announced last week. Below are the answers to the top questions I received.

Will there be future shifting of the soil, slope and wall after you build a new wall?

No. The new wall design will incorporate elements to not only retain earth above the ground, but also stabilize the slope below ground. Additionally, Centex will continue to monitor readings from inclinometers installed below the ground surface at various points along the hillside to ensure there is no further soil movement.

We are pleased to hear you have offered buybacks to 27 homeowners. What are your future plans for those lots?

There are a number of homeowners who have expressed their desire to return to their homes after the new wall is constructed. For those homeowners who accept the offer of Centex to repurchase their home, these homes and lots will be inspected by a third-party engineer after the construction of the new wall. Centex will then work with the City to reissue the certificates of occupancy and will put these homes on the market.

The current security protocol is an inconvenience to those of us, especially at the intersection of Treewell Glen and Arbor Mesa. What are your future plans for security?

We apologize that this process has been an inconvenience. We instituted these safety measures to ensure your safety, as well as to protect the personal belongings of the homes unoccupied. Centex is committed to keeping this community safe and secure during this process. Over the next two weeks, we will evaluate different security protocols in order to minimize any inconvenience.

Do you think the values of the homes in the community have diminished?

Homeowners chose to live in Rivermist because it is in a great location with an excellent school district, as well its accessibility to key highways and the necessary conveniences. This has not changed. In fact, homes continue to sell in the community since the incident, at similar prices as before the soil movement occurred. Centex has a long history of standing behind its homes and its homeowners, and that has not changed. If you have any issues with your home, please contact us so that we can address it.

Sincerely,

Laurin Darnell
Centex Homes